

**ORDER OF BUSINESS**  
**BOARD OF ADMINISTRATION**  
**INVESTMENT COMMITTEE**  
**PUBLIC EMPLOYEES' RETIREMENT SYSTEM**

**August 21, 2000**

**PLACE:**

**Lincoln Plaza Building  
400 P Street, Auditorium  
Sacramento, California**

**TIME:**

**CLOSED SESSION      8:30 a.m.**    (Government Code section 11126(a)(1) and (c)(16).

CHIEF INVESTMENT OFFICER'S BRIEFING ON  
MARKET AND PERSONNEL ISSUES

**OPEN SESSION      9:30 a.m.**

**CLOSED SESSION      Upon adjournment of Open Session**  
(Government Code section 11126(c)(16).)

**ROLL CALL:**

Committee Members

Michael Flaherman, Chair  
Sean Harrigan, Vice Chair  
Philip Angelides  
Willie L. Brown, Jr.  
Robert F. Carlson  
Kathleen Connell  
William Crist  
Rob Feckner  
Marty Morgenstern  
Mike Quevedo, Jr.  
William Rosenberg  
Joseph Thomas  
Charles Valdes

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|-------------|-----|--|
|             | 1.  | CALL TO ORDER & ROLL CALL  |
| ACTION      | 2.  | Approval of the June 19, 2000 Open Session Minutes   |
| ACTION      | 3.  | Legislation <ul style="list-style-type: none"> <li>a. Assembly Bill 107 (Knox) – As Amended June 20, 2000 Tobacco Divestment Mandate</li> <li>b. Senate Bill 1928 (Haynes) – As Amended in Assembly PER&amp;SS Committee National Security Investment Reporting</li> </ul>   |
| ACTION      | 4.  | Real Estate <ul style="list-style-type: none"> <li>a. Southern California Urban Infill Program Allocation</li> <li>b. California Target Investments</li> <li>c. CIM California Urban Real Estate Fund, L.P.</li> <li>d. R Street Subcommittee Report</li> </ul>  |
| ACTION      | 5.  | Alternative Investment Management (AIM) Program <ul style="list-style-type: none"> <li>a. Enron Energy Services (EES) Update</li> <li>b. New Investment Vehicle Updates</li> <li>c. Central Europe Investment Program</li> </ul>   |
| ACTION      | 6.  | Public Markets <ul style="list-style-type: none"> <li>a. Internal Active Equity: Long/Short Strategy</li> <li>b. Active International Equity Manager Search Update</li> </ul>  |
| ACTION      | 7.  | Policy Subcommittee Report   |
| INFORMATION | 8.  | Chief Investment Officer/Assistant Executive Officer's Report <ul style="list-style-type: none"> <li>a. Asset Allocation</li> <li>b. Cash Flow</li> <li>c. Status Report</li> <li>d. Report on Closed Session Items</li> </ul>   |
| CONSENT     | 9.  | Activity Reports <ul style="list-style-type: none"> <li>a. Alternative Investment Management Program</li> </ul>  |
| CONSENT     | 10. | Quarterly Performance/Annual Review Reports <ul style="list-style-type: none"> <li>a. Alternative Investment Management Program – Hamilton Lane Advisors</li> <li>b. Internally Managed Domestic Fixed Income</li> <li>c. Internally Managed Domestic Equity Index Fund</li> <li>d. Internally Managed Short-term Fund</li> <li>e. Member Home Loan Program</li> <li>f. Real Estate</li> <li>g. Alternative Investment Management Program Semi-Annual Report – Wilshire Associates Consulting</li> <li>h. Active Domestic Equity Manager Contracts</li> <li>i. 99/00 Proxy Voting Results</li> </ul> |

- CONSENT      11.      Investment Transactions
- a. Public Employees' Retirement Fund
    - Portfolio Summary and Transactions
      - Fixed Income Transactions
        - i) Internal Domestic
        - ii) External International
        - iii) Special Mortgage Investment Program Transactions
      - Equity Summary and Transactions
        - iv) Internal Domestic
        - v) Corporate Actions
        - vi) External Domestic
        - vii) External International
      - Internal Programs
        - viii) Real Estate Equity Transactions
        - ix) Alternative Investment Management (AIM) Program Transactions
    - b. Affiliate Funds
      - i) Legislators' Retirement Fund
      - ii) Judges' Retirement Fund
      - iii) Public Employees' Medical & Hospital Care Act Contingency Reserve Fund
      - iv) Volunteer Firefighters Length of Service Award Fund
- INFORMATION      12.      Draft Agenda for September 18, 2000
13.      Public Comment

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.